WHAT IS CLAIMED IS:

1. A method for establishing a secure communications channel and authenticating a party, for use by an initiator in an Internet Security Protocol (IPSec) negotiation, comprising:

initiating an Internet Key Exchange (IKE) negotiation with a responder; transmitting, to the responder, a public Diffie-Hellman (DH) key of the initiator; receiving, from the responder, a public DH key of the responder;

transmitting, to the responder, a payload encrypted with a shared secret created from the public DH key of the responder and the private DH key corresponding to the public DH key of the initiator transmitted to the responder;

receiving, from the responder, a payload encrypted with the shared secret; and decrypting the payload;

wherein the public DH key of the responder is a claim on the identity of the responder and the shared secret is used to authenticate the identity of the responder, or the public DH key of the initiator is a claim on the identity of the initiator and the shared secret is used to authenticate the identity of the initiator.

- 2. The method of claim 1 wherein the public DH key of the responder is previously known to the initiator and is a claim on the identity of the responder.
- 3. The method of claim 2 wherein the responder has previously obtained the public DH key of the initiator from a portable media device.
- 4. The method of claim 1 wherein the public DH key of the initiator is previously known to the responder and is a claim on the identity of the initiator.
- 5. The method of claim 4 wherein the initiator has previously obtained the public DH key of the responder from a portable media device.
- 6. The method of claim 1 wherein the secure communications channel is a channel in a virtual private network (VPN).

- 7. The method of claim 6 wherein the VPN comprises a client and a server, and a public DH key of the VPN client is transmitted as a hint to the identity of the client.
- 8. A method for establishing a secure communications channel and authenticating a party, for use by a responder in an Internet Security Protocol (IPSec) negotiation, comprising:

receiving an Internet Key Exchange (IKE) negotiation request from an initiator; transmitting, to the initiator, a public Diffie-Hellman (DH) key of the responder; receiving, from the initiator, a public DH key of the initiator;

transmitting, to the initiator, a payload encrypted with a shared secret created from the public DH key of the initiator and the private DH key corresponding to the public DH key of the responder transmitted to the initiator;

receiving, from the initiator, a payload encrypted with the shared secret; and decrypting the payload;

wherein the public DH key of the responder is a claim on the identity of the responder and the shared secret is used to authenticate the identity of the responder, or the public DH key of the initiator is a claim on the identity of the initiator and the shared secret is used to authenticate the identity of the initiator.

- 9. The method of claim 8 wherein the public DH key of the responder is previously known to the initiator and is a claim on the identity of the responder.
- 10. The method of claim 9 wherein the responder has previously obtained the public DH key of the initiator from a portable media device.
- 11. The method of claim 8 wherein the public DH key of the initiator is previously known to the responder and is a claim on the identity of the initiator.
- 12. The method of claim 11 wherein the initiator has previously obtained the public DH key of the responder from a portable media device.

- 13. The method of claim 8 wherein the secure communications channel is a channel in a virtual private network (VPN).
- 14. The method of claim 13 wherein VPN comprises a client and a server, and a public DH key of the VPN client is received as a hint to the identity of the client.
- 15. A method of establishing, between an initiator and a responder, a secure communications channel following the Internet Security Protocol (IPSec), comprising using the Internet Key Exchange (IKE) protocol, wherein a static Diffie-Hellman (DH) key-pair is used by at least one of the initiator or the responder to establish confidentiality and authentication.
- 16. The method of claim 15 wherein the private DH key of the DH key-pair is used to create a claim of identity for the initiator or the responder.
- 17. The method of claim 15 wherein the secure communications channel is a channel in a virtual private network.
- 18. A system for establishing a secure communications channel between networked devices comprising:
 - a first networked device generating a Diffie-Hellman (DH) key pair;
- a portable media device storing the DH key pair generated by the first networked device;
- a second networked device reading the DH key pair from the portable media device; and

the second networked device using the DH key pair to ensure confidentiality and authenticity in securing a communications channel with another networked device, following the Internet Key Exchange (IKE) and Internet Security (IPSec) protocols.

- 19. The system of claim 18 wherein the secure communications channel is a channel in a virtual private network.
- 20. A computer-readable medium including computer-executable instructions facilitating establishing a secure communications channel and authenticating a party, for execution by an initiator in an Internet Security Protocol (IPSec) negotiation, said computer-executable instructions executing the steps of:

initiating an Internet Key Exchange (IKE) negotiation with a responder; transmitting, to the responder, a public Diffie-Hellman (DH) key of the initiator; receiving, from the responder, a public DH key of the responder;

transmitting, to the responder, a payload encrypted with a shared secret created from the public DH key of the responder and the private DH key corresponding to the public DH key of the initiator transmitted to the responder;

receiving, from the responder, a payload encrypted with the shared secret; and decrypting the payload;

wherein the public DH key of the responder is a claim on the identity of the responder and the shared secret is used to authenticate the identity of the responder, or the public DH key of the initiator is a claim on the identity of the initiator and the shared secret is used to authenticate the identity of the initiator.

- 21. The computer-readable medium of claim 20 wherein the public DH key of the responder is previously known to the initiator and is as a claim on the identity of the responder.
- 22. The computer-readable medium of claim 20 wherein the public DH key of the initiator is previously known to the responder and is a claim on the identity of the initiator.
- 23. The computer-readable medium of claim 20 wherein the secure communications channel is a channel in a virtual private network.